BEFORE THE

CALIFORNIA ENERGY COMMISSION

In the Matter of:)	Docket No. 12-EPIC-01
)	
Implementation of the)	Webinar RE:
Investment Plans for the)	First Triennial
Electric Program Investment)	Investment Plan
Charge Program)	

Joint Webinar on the Implementation of 2012-2014
Triennial Investment Plans for the
Electric Program Investment Charge Program

CALIFORNIA ENERGY COMMISSION
HEARING ROOM A, 1516 NINTH STREET
SACRAMENTO, CALIFORNIA

WEDNESDAY, DECEMBER 18, 2013 1:30 P.M.

Reported by: Peter Petty

APPEARANCES

Staff Present (*Via telephone)

Pam Doughman Erik Stokes Laurie tenHope Otto Tang

Also Present (* Via telephone)

Presenters

*Cem Turhal (CPUC)
Ferhaan Jawed (PG&E)
Percy Haralson (SCE)
Suna Taymaz (PG&E)
Frank R. Goodman (SDG&E)

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- 1 PROCEEDINGS
- 2 DECEMBER 18, 2013 1:30 p.m.
- 3 MS. DOUGHMAN: Welcome to the Joint
- 4 Webinar on the Implementation of the 2012-2014
- 5 Triennial Investment Plans for the Electric
- 6 Program Investment Charge Program.
- 7 This is a two-hour webinar, so we will go
- 8 from 1:30 to 3:30. Our first speaker will be Cem
- 9 Turhal with the Energy Division of the California
- 10 Public Utilities Commission.
- MR. TURHAL: All right, well hello
- 12 everybody, my name is Cem Turhal and I'm an
- 13 Analyst at the CPUC. And before I begin my
- 14 introduction, I would like to thank everyone
- 15 that's involved in getting the decision out,
- 16 especially the CEC, PG&E, SCE, and SDG&E.
- 17 While we wait for our slides to get
- 18 loaded up here, please save your questions for
- 19 the end of my presentation so that I can have a
- 20 nice flow with it and we can start as soon as the
- 21 Powerpoint gets ready here.
- MS. DOUGHMAN: Gem, can you see the
- 23 Powerpoint?
- 24 MR. TURHAL: I think I'm still two slides
- 25 down. All right, one more. All right,

- 1 excellent. Thank you.
- 2 So where to begin. In the series of
- 3 decisions the CPUC determined that the Commission
- 4 has a compelling interest in providing ongoing
- 5 support for the development and deployment of new
- 6 and emerging technologies in California. This is
- 7 despite the function of the Public Goods charge,
- 8 which was in December of 2012. To address the
- 9 gap in May of 2012, the CPUC adopted the Phase 2
- 10 EPIC Decision, establishing a framework for the
- 11 deployment of funds to provide ongoing support
- 12 for the development and deployment of next
- 13 generation clean energy technologies.
- 14 The EPIC program is focused primarily on
- 15 supporting pre-commercial efforts with some
- 16 additional support for more market facilitation
- 17 activities, which we'll discuss in detail later
- 18 in my slides.
- 19 The support the EPIC Program provides is
- 20 largely intended to help fill gaps in the funding
- 21 that exists for technologies forced to rely
- 22 exclusively on private capital.
- In the next few slides, we'll cover the
- 24 funding amounts for each of the funding areas.
- 25 Thank you. I think someone is on the phone, if

- 1 you can mute yourself that would be great.
- 2 As you can see for the years between 2013
- 3 and 2020, the EPIC funding will be \$162 million
- 4 annually. I should note that in 2012, however,
- 5 the program budget is \$143 million, so \$143
- 6 million in 2012 between 2013 and 2020 is \$162
- 7 million. So this \$143 million was based on the
- 8 Commission's Phase 1 decision in the EPIC
- 9 Proceeding, with that amount to be allocated
- 10 across the different areas in the same
- 11 proportions as the budget shown in this table.
- 12 The CEC will have the Lion's share of the
- 13 budget with the ability to fund all three of the
- 14 funding elements, Applied Research, Technology
- 15 Demonstration and Deployment, as well as Market
- 16 Facilitation. The EPIC Decision limits the other
- 17 three program administrators, the utilities,
- 18 mainly PG&E, SCE, and SDG&E, to spend funds only
- 19 in the Technology Demonstration and Deployment
- 20 category.
- 21 Under the terms of the Decision, the IOUs
- 22 are prohibited from using the funding they are
- 23 administrating for generation projects. As noted
- 24 below the table, a minimum of 20 percent of the
- 25 CEC's funding for Technology Demonstration and

- 1 Deployment must be used for bioenergy projects.
- 2 Next slide, please.
- 3 Here, we'll take a look at funding by
- 4 each funding administrator. The table showing
- 5 the EPIC funding was directly taken out of the
- 6 November 14th EPIC Decision, which we'll get into
- 7 in a bit. As you can see, the total amount
- 8 authorized for the 2012-2014 Triennial investment
- 9 cycle is \$467 million, with only a year left to
- 10 make these allocations. Basically 2014 is it.
- 11 Given that shortened timeframe with the
- 12 initial Investment Plan cycle, and for the
- 13 purpose of the initial Investment Plan cycle,
- 14 ordering Paragraph 39 of the latest EPIC Decision
- 15 allows the uncommitted and unencumbered funds
- 16 that would under normal circumstances be returned
- 17 to ratepayers, be rolled over as if those funds
- 18 were encumbered or committed.
- 19 So if this doesn't make sense to you,
- 20 take a look at ordering paragraph 39 of the EPIC
- 21 Decision, which we'll discuss further, and that
- 22 should kind of alleviate any questions you may
- 23 have. Next slide, please.
- 24 Since November 1st of 2012, the CPUC and
- 25 the California Legislature have been bestowing

- 1 some exemplary regulatory delay on the EPIC
- 2 Program; however, as of November 14, 2013, we
- 3 have a final EPIC Decision that approved the
- 4 Proposed Investment Plans of the Program
- 5 Administrators. I'm sure, like you, we're very
- 6 happy to announce that the EPIC Program is
- 7 finally live, which is great, and now the program
- 8 administrators will award contract grants to
- 9 successful bidders, and report the award
- 10 recipients in their annual report filings, which
- 11 is due on February 20th of 2014, and will continue
- 12 to be February 28th until basically 2020. So next
- 13 slide, please.
- 14 The CPUC will continue to provide
- 15 oversight for the program and will begin its
- 16 deliberation on the second Investment cycle in
- 17 early 2014 once the Program Administrators file
- 18 their second round of Proposed Investment Plan
- 19 applications with the CPUC.
- 20 Let's take a look at the next slide for
- 21 the anticipated schedule for the EPIC Program's
- 22 approval activities, which was also directly
- 23 taken out of the CPUC Decision. So next slide,
- 24 please.
- 25 As you can see with the November 2013

- 1 approval of the first Investment Plan, we're a
- 2 bit behind, but I think that it will all work
- 3 out. If the assigned ALG does not change the
- 4 schedule, we can expect to have some public
- 5 discussions on the Program Administrator's second
- 6 Proposed Investment Plan filing some time in Q1
- 7 2014, after which the CPUC will deliberate on the
- 8 proposed application and, if all goes well, issue
- 9 a Decision in December of 2014, launching the
- 10 secondary investment cycle of the EPIC Program at
- 11 the end of 2014. Next slide, please.
- 12 As I mentioned before, the Program
- 13 Administrators will file annual reports starting
- 14 February 20th of 2014. The contents of this
- 15 report were proscribed by the November 14th
- 16 Decision and you can see that the contents of
- 17 this report on Attachment 5 of that Decision, so
- 18 if you scroll to the very very end of the
- 19 document, you'll see Attachment 5, which will
- 20 kind of give you a flavor for what's going to be
- 21 in the report. So briefly, the reports will have
- 22 an Executive Summary, introduction and overview
- 23 of the process, progress, and then discuss the
- 24 Program Administrator's budgets, and the
- 25 specifics of each project.

- 1 Furthermore, the Program Administrators
- 2 will file Excel spreadsheets -- this is kind of
- 3 new -- as per Attachment 6, you will see if you
- 4 again scroll further past Attachment 5, all the
- 5 specifics of Award of Projects that the Program
- 6 Administrators will file and the CPUC will remain
- 7 public after review. And, again, you can see the
- 8 contents of this report on Attachment 6 of the
- 9 November 14th Decision. Next slide, please.
- Now that the program is live, I encourage
- 11 you to sign up with the EPIC Service List to
- 12 receive new information and updates on the
- 13 program. I thank the CEC for having a very up-
- 14 to-date EPIC webpage from the get go, and
- 15 encourage the IOUs to follow suit in a reasonable
- 16 timeframe. That being said, the CPUC is also
- 17 creating its own webpage and it should be up on
- 18 the CPUC's CPUC.ca.gov webpage before the end of
- 19 the year. I expect the IOUs to have something by
- 20 the end of the year, if not early January. Next
- 21 slide, please.
- 22 If you have any questions or comments,
- 23 here is my contact information. Feel free to
- 24 give me a call after reviewing the November 14th
- 25 Decision. I think that concludes my intro.

- 1 Thank you for listening. I'll take any questions
- 2 if there are any. Seeing none, I guess, Laurie,
- 3 Pam, this is all you.
- 4 MS. DOUGHMAN: Are there any questions
- 5 for Cem? If you have a question, please raise
- 6 your hand on the Webinar. Okay, let me -- Megan?
- 7 Megan had raised her hand?
- 8 MEGAN: Can you hear me?
- 9 MS. DOUGHMAN: Yes, please go ahead,
- 10 Megan.
- 11 MEGAN: Is this conversation going to be
- 12 available on line?
- MS. DOUGHMAN: Can you repeat your
- 14 question, please?
- 15 MEGAN: Is the slideshow presentation
- 16 available online?
- 17 MS. DOUGHMAN: It will be available
- 18 shortly and also a recording of the Webinar with
- 19 the slides will be available, as well.
- 20 MEGAN: Can you give a location?
- MS. DOUGHMAN: Sorry?
- 22 MEGAN: Can you give a location for that?
- 23 MS. DOUGHMAN: Yes. That is -- I'll
- 24 bring it up in a moment.
- 25 MEGAN: Thank you.

- 1 MS. DOUGHMAN: The location is
- 2 www.energy.ca.gov/research/epic. Are there any
- 3 other questions? Okay, so let me go over the
- 4 agenda.
- 5 So we had our introduction from Cem
- 6 Turhal. We will now go to the Investor Owned
- 7 Utility EPIC Investment Framework. Then, we will
- 8 have an overview from Southern California Edison,
- 9 Pacific Gas & Electric, and San Diego Gas &
- 10 Electric. Then we will have public comments on
- 11 the Investor Owned Utility Investment Plans.
- 12 Then we will have the Energy Commission
- 13 Investment Plan overview followed by public
- 14 comment on the Energy Commission's EPIC
- 15 Investment Plan.
- 16 So now I'd like to turn this over to
- 17 Ferhaan Jawed of Pacific Gas & Electric Company.
- 18 MR. JAWED: All right. Good afternoon.
- 19 I'm just going to cover the highlights of the
- 20 Joint Utilities focus in terms of the Investment
- 21 areas. There are about three slides before we
- 22 get into more details into each of the different
- 23 IOU program areas.
- So I'm on slide 13, so for those
- 25 following along. So as we've talked about

- 1 earlier, the IOUs have about 20 percent of the
- 2 overall EPIC budget, while the CEC has the rest.
- 3 As you can see in the middle of the page, the
- 4 utilities will focus on Technology Demonstration
- 5 and Deployment, that investment area. Meanwhile,
- 6 the CEC will invest in this area, as well as
- 7 Applied Research and Market Facilitation.
- 8 At the bottom of the page, what we want
- 9 to talk a little bit about is where the IOUs are
- 10 focused; more specifically, that is, in the Grid
- 11 Operations/Market Design, Transmission, and
- 12 Distribution. The two categories that you see in
- 13 the gray color there are the ones which have a
- 14 little bit more elaboration, so as Cem had
- 15 mentioned earlier, the utilities cannot invest in
- 16 the generation only area, the CEC may. Then the
- 17 other note is about the demand side management
- 18 category, so while the utilities are not
- 19 precluded from investing in this area, there are
- 20 existing proceedings in the Demand Response area
- 21 and the Energy Efficiency area that already cover
- 22 this area. So the key here for the utilities is
- 23 to make sure the activities are coordinated and
- 24 they don't duplicate work with EPIC focus areas.
- 25 So let's move to the next slide here and

- 1 we'll talk a little bit in more detail about what
- 2 TD and D means. As you can see, the official
- 3 definition is there. As we've discussed, the
- 4 IOUs are focusing their investment in this one
- 5 area, they have more limited funds that are more
- 6 focused for that reason. The utilities' main
- 7 role is to conduct grid-specific demonstrations,
- 8 to evaluate the cost, benefits, and feasibility
- 9 of new technologies in real world applications.
- 10 So these factors are unique for a given
- 11 utility given their specific grid composition,
- 12 their IT landscape, their customer profile, and
- 13 their business requirements.
- So, for example, demonstration would
- 15 validate compatibility of new technology within
- 16 an existing utility's IT infrastructure. This
- 17 could include things like the telecom network,
- 18 business applications, cyber security, and
- 19 related activities to inform what full
- 20 development costs would look like.
- 21 So utility-specific demonstration is
- 22 essential to inform real costs, benefits, and
- 23 feasibility at full deployment. Of course, the
- 24 utilities do need to stay engaged with the entire
- 25 technology maturation curve, meaning that that

- 1 would include all the way beginning with early
- 2 R&D to final deployment. And what that means is
- 3 that the IOUs expect to stay informed and
- 4 involved in the earlier stage research
- 5 activities. This would happen through
- 6 partnerships with research organizations,
- 7 academia, the business community, as well as the
- 8 CEC.
- 9 So, next let's turn to the IOU Program
- 10 Framework for organizing the various EPIC
- 11 projects. For those participating today, you may
- 12 remember this framework from previous workshops
- 13 and webinars. The framework was developed based
- 14 on significant collaboration with stakeholders
- 15 and others to really highlight the specific areas
- 16 that are important to long term development of
- 17 the 21st Century Electric Grid.
- 18 At a high level, the framework is
- 19 intended to do three things: first, it captures
- 20 the overarching EPIC guiding principles of
- 21 safety, reliability and affordability; second, it
- 22 demonstrates the direct linkage between the
- 23 utilities' proposed investment areas and key
- 24 policy requirements like the 33 percent renewable
- 25 RPS Standard, but it also links in major trends,

- 1 trends like infrastructure -- aging
- 2 infrastructure, that is -- workforce development
- 3 needs, and others that will significantly impact
- 4 the 21st Century Grid.
- 5 Finally, this framework outlines three
- 6 primary investment areas and one foundational or
- 7 cross-cutting category, which the IOUs have
- 8 identified as critical areas. So these are the
- 9 key areas that we believe require the focused,
- 10 sustained and collaborative TD&D investment in
- 11 order to modernize the grid and to provide the
- 12 long term benefits that Californians are
- 13 interested in.
- 14 This is our framework, one to organize
- 15 our various projects, but also to give context to
- 16 the value chain categories that we talked about
- 17 previously.
- 18 So now that you have a high level
- 19 perspective on how the IOUs are approaching EPIC,
- 20 we'll turn to each of the three IOUs more
- 21 specifically to understand how each of those
- 22 programs vary. So we'll start first with SCE.
- 23 MS. DOUGHMAN: So our next speaker will
- 24 be Percy Haralson.
- MR. HARALSON: Good afternoon.

- 1 MS. DOUGHMAN: Can you come up to the
- 2 podium, please?
- 3 MR. HARALSON: Sure. Good afternoon.
- 4 Southern California Edison has organized their
- 5 projects into four different areas starting with
- 6 energy resource integration, grid modernization
- 7 and optimization, customer focused products and
- 8 services, and cross-cutting foundational
- 9 strategies and technologies.
- We have a total of 14 projects that we'll
- 11 be executing in the EPIC project. The first
- 12 project that I want to talk about is our
- 13 Superconducting Transformer Project. The goal of
- 14 this project is to go ahead and test out a
- 15 superconducting transformer at the distribution
- 16 level, it's a 28 MVA Transformer that would be
- 17 installed in our MacArthur Substation. The
- 18 capabilities of this device cover a number of
- 19 different areas, one is the inherent increased
- 20 efficiency of a superconducting transformer, and
- 21 also the built-in or kind of natural fault
- 22 current limiting capability that would be built
- 23 into the device as during a fault when it is
- 24 pushed out of being super-cooled.
- 25 This project is the first of its kind and

- 1 originally this was a walk-a-shop project, it's
- 2 now SCX, and we'll go ahead and we'll be showing
- 3 the operational efficiency gains that we'll see
- 4 with this, associated with the losses that you'd
- 5 normally have in a typical transformer. And
- 6 again, we'll be testing out the functionality of
- 7 the inherent Fault Current Limiting capabilities
- $8\,$ of this device. It will be liquid nitrogen
- 9 cooled instead of oil, so it also has some safety
- 10 advantages to it, also. And again, from EPIC
- 11 standpoint, its increased reliability, improved
- 12 power system performance, and lower operating
- 13 costs, increased safety, and efficient use of
- 14 ratepayer monies.
- 15 The second project is an Advanced VAR
- 16 Control Scheme for the SCE Transmission System.
- 17 And the basic concerns, problems and gap to be
- 18 addressed is to demonstrate efficient voltage
- 19 regulation of different voltage levels, we'll be
- 20 executing this at the Devers substation while
- 21 minimizing the number of switching actions.
- 22 We'll be monitoring and eliminating circular VAR
- 23 flows among multiple parallel transformer banks
- 24 in the substation, increasing efficiency, and
- 25 providing early detection of unusual operating

- 1 conditions in highly stressed system scenarios.
- 2 So we'll be reducing the switching events, or the
- 3 number of switching events, on equipment then for
- 4 increased reliability.
- 5 On the technology and strategy to be
- 6 demonstrated, we're increasing the renewables
- 7 integration by improving VAR resources, reserves,
- 8 and allowing for higher efficiencies for energy
- 9 transmission through the transmission system,
- 10 then. It also will reduce failures associated
- 11 with our load tap changers by reducing the number
- 12 of load tap changer operations that would occur
- 13 then.
- 14 And again, this fits into increasing
- 15 reliability, improved power system performance
- 16 and lower operating costs, increased safety, and
- 17 efficient use of ratepayer money.
- 18 Our third project is our Substation
- 19 Automation-3 Phase III. This is a continuation
- 20 of our new generation of substation automation,
- 21 that's Substation Automation-3, and this will
- 22 extend its capabilities into better managed
- 23 critical cyber security systems. This would be
- 24 using the Common Cyber Security Services would be
- 25 built into the Gateway as part of this project.

- 1 It will allow us to install the system with
- 2 legacy devices still in an existing substation,
- 3 so we'll be pushing new technology out to the
- 4 substation and letting it be able to meld with
- 5 legacy systems and to, again, one of the key
- 6 pieces that will be the gateway device which will
- 7 allow multiple protocol conversions, then.
- 8 As part of this project, too, we will
- 9 have enhanced alarm and intelligent alarming to
- 10 better allow the operator to control our system
- 11 and also recognize early detection of issues or
- 12 problems with the system.
- 13 The last piece of this will be to go
- 14 ahead and have an improved factory acceptance
- 15 testing methodology for it, and site acceptance
- 16 testing processes to more easily be able to
- 17 integrate this into other substations into the
- 18 future.
- 19 This is a continuation of the project
- 20 that we've started in the Irvine Smart Grid
- 21 Demonstration Project and will be a future phase,
- 22 then, or extension of that work. Again, this
- 23 supports increased reliability, improved power
- 24 system performance and lower operating costs,
- 25 increased safety, and efficient use of ratepayer

- 1 money.
- 2 Our next steps for Southern California
- 3 Edison for the EPIC Projects will be in O1 of
- 4 2014. We will be releasing a large RFP for
- 5 Specialty Engineering and Technical Services,
- 6 which we will then out of that create a pool of
- 7 approved resources that can then be applied to
- 8 all of these different projects, all 14 projects,
- 9 then, that are in the portfolio. SCE has a two-
- 10 tiered approach and we believe this is consistent
- 11 with CPUC's and EPIC procurement requirements.
- 12 And RFI was previously released in August of 2013
- 13 for this reason, and the industry expressed
- 14 significant interest in it. So we expect the RFP
- 15 to go very smoothly. Thank you.
- MS. DOUGHMAN: Thank you. Our next
- 17 speaker will be Suna Taymaz.
- 18 MS. TAYMAZ: Thanks, Pam. And hello,
- 19 everyone. My name is Suna Taymaz and I'm part of
- 20 the Smart Grid Research & Development Project
- 21 Management Office for PG&E. I will be walking
- 22 you through PG&E's EPIC project portfolio in a
- 23 similar fashion to SoCal Edison.
- 24 PG&E has proposed projects under the
- 25 Common Investment Framework shared by all three

- 1 utilities, and that was presented earlier. This
- 2 slide that you're seeing represents our current
- 3 portfolio projects broken out under the three
- 4 main investment categories, Energy Resources
- 5 Integration, Grid Modernization and Optimization,
- 6 and Customer Focused Projects and Services.
- 7 Like SoCal Edison, we are still at the
- 8 early stages of program launch with solicitations
- 9 coming in 2014. The EPIC Program was approved
- 10 just about a month ago, but we are still very
- 11 excited to take the next step to begin to execute
- 12 against this Technology Demonstration and
- 13 Deployment Portfolio.
- We are continuing to evaluate, develop
- 15 and refine these projects as part of an ongoing
- 16 process, so these projects may continue to morph.
- 17 The first phase of each project is really to vet
- 18 out the specific requirements which will drive
- 19 scope, timing and feasibility.
- 20 I'd like to describe two projects that
- 21 are beginning to launch and heading into plan
- 22 analyze phase. The first one is from the Grid
- 23 Modernization and Optimization category and the
- 24 title is Safety and Reliability through New Data
- 25 Analytics Techniques.

- 1 So I'm sure you've all heard the term Big
- 2 Data, which is a hot topic in the utilities right
- 3 now. As part of this EPIC project, PG&E is
- 4 evaluating a very specific use case in this area
- 5 to see how we could apply new Big Data
- 6 technologies and strategies to enhance public and
- 7 system safety and reliability.
- 8 There have been significant advances over
- 9 the last few years in data mining, analytics, and
- 10 data correlation, and we seek to use these
- 11 technologies to feed into our Asset Management
- 12 and Investment Planning practices. With these
- 13 advanced data technologies, we believe we can
- 14 yield targeted methods that focus our spending
- 15 most effectively to increase the safety of our
- 16 system and the public safety.
- 17 So we've nicknamed this tool the Star
- 18 Tool, or System Tool for Asset Risk. The tool
- 19 will incorporate some of those newer data
- 20 concepts. It will take in various attributes
- 21 related to our assets, I've listed just a few
- 22 here. So for example, asset condition and
- 23 operating history. And then we can combine this
- 24 with external data, for example, geography,
- 25 weather, other geospatial data, and then, as part

- 1 of Phase 1 of this project, we may determine
- 2 other data available and also use some of the
- 3 advanced data techniques to look at data
- 4 correlation, unstructured queries, other methods
- 5 to better identify and prioritize safety and
- 6 reliability risks.
- 7 As I mentioned, we are in the very early
- 8 stages of this project, but very excited about it
- 9 was we look at exploring this new risk-based tool
- 10 and methodology that allows us to explicitly and
- 11 methodically target and lower risk across the
- 12 entire territory.
- The second project I'll describe is from
- 14 the category Customer Focused Products and
- 15 Services. The project name is Appliance-level
- 16 Load Disaggregation. The challenge today is
- 17 customers can see their monthly energy costs on
- 18 their bill, but it doesn't necessarily tell you
- 19 at a granular level what's driving the energy
- 20 consumption. If the customer had this
- 21 information, they could perhaps make a different
- 22 decision, turn down a specific appliance, look
- 23 for a more energy efficient appliance, or take
- 24 other actions. So this demonstration project
- 25 would provide the customer with itemized

- 1 presentation of their energy usage. In fact,
- 2 itemized billing was ranked in customer research
- 3 in 2012 by 71 percent of residential customers as
- 4 the most valuable potential energy management
- 5 tool.
- 6 So walking through an example, a customer
- 7 would be able to log onto a dashboard, perhaps on
- 8 their mobile device, or on the Web, and look at
- 9 costs by major appliance. They could run
- 10 analytics, perhaps look for spikes in usage,
- 11 other anomalies. Perhaps they could access the
- 12 raw data and run their own queries. They could
- 13 project monthly usage or get sent alerts based on
- 14 what the customer defines as the criteria. It
- 15 could also set up or receive personalized energy
- 16 saving tips.
- 17 We believe this project has customer
- 18 benefits in terms of lower energy costs, as well
- 19 as societal benefits in terms of energy
- 20 conservation, and also spurring new technology
- 21 and innovation in the residential energy
- 22 management space.
- 23 So in describing these projects, as I
- 24 mentioned, they're all at the early stages, but
- 25 our efforts are underway to launch the EPIC

- 1 portfolio, making sure that the individual
- 2 projects meet our own internal project readiness
- 3 and governance controls.
- 4 Some of you will be interested in
- 5 procurements, and we will also be providing
- 6 information at the end of all three utility
- 7 presentations on how to contact us. We also
- 8 anticipate procurements, technology and services-
- 9 related procurement starting shortly and ongoing
- 10 through 2014, especially as you progress into
- 11 Phase 1 and Phase 2 of projects, and have
- 12 assessed feasibility and requirements in the plan
- 13 analyze phase.
- 14 Thank you very much and I'll turn it over
- 15 to San Diego Gas & Electric.
- MS. DOUGHMAN: Our next speaker is Dr.
- 17 Frank R. Goodman, Jr. from San Diego Gas &
- 18 Electric.
- 19 DR. GOODMAN: Thank you, Pam. I'd like
- 20 to give a quick overview as the other IOUs did on
- 21 our plans relative to implementation of the EPIC
- 22 Triennial I program. And you see here on this
- 23 first slide a same structure as what we heard
- 24 from the other IOUs, and you see that San Diego
- 25 Gas & Electric has focused its activities in the

- 1 two areas from the original Chevron organization
- 2 that was shown at the start. And the first area
- 3 on the left is grid modernization and
- 4 optimization, and we had proposed in our first
- 5 Triennial Plan a bundle of five interrelated
- 6 projects on Advanced Distribution Automation.
- 7 And they cover the five major pillars of Advanced
- 8 Distribution Automation, which is actually the
- 9 heart of Smart Grid and was the original place
- 10 where the concept of Smart Grid evolved.
- 11 And I will get into a couple of the
- 12 illustrative examples from that list of five in a
- 13 minute, but I want to mention on the right side
- 14 you see Customer Focused Work, and this is on
- 15 this Electric Vehicle Submetering Pilot. There
- 16 was a separate order from the EPIC proceeding
- 17 that requested that the three IOUs in California
- 18 work together on a rather large Submetering
- 19 pilot, and in the course of the decision process
- 20 around EPIC, we were at first asked to use EPIC
- 21 money, and then encouraged to use EPIC money to
- 22 fund the pilot because we had no other way of
- 23 funding SDG&E's participation in that pilot. So
- 24 SDG&E plans to use the EPIC funds for the
- 25 Submetering pilots, but this is still tentative

- 1 and pending final approval, and it's gone up to
- 2 our executive level and, since we were encouraged
- 3 by the PUC to do so in the final decision on
- 4 EPIC, and we have no other source of funds for
- 5 the Submetering, we will redirect some of the
- 6 money from the left column over to the right
- 7 column, and that will mean shortening the list in
- $8\,$ the left column. And we'll work our way up from
- 9 the bottom, the final estimate for the
- 10 Submetering requirement is still being made, but
- 11 we anticipate having to eliminate two or three
- 12 programs from the left column, working our way up
- 13 from the bottom and making those eliminations.
- So the two illustrative examples that I'm
- 15 going to show you are going to be the first two
- 16 bullets on the left because those are the ones
- 17 that should survive this redirection of funds
- 18 and, as I say, all of that is still tentative and
- 19 pending final approval, and we have our legal and
- 20 regulatory people settling on the details of what
- 21 is needed working with the PUC at this time, the
- 22 CPUC.
- Okay, so turning now to those two
- 24 illustrative examples, we have Smart Distribution
- 25 Circuit Demonstration as the first. And here, we

- 1 want to identify preferred circuit components and
- 2 designs for a more fully automated distribution
- 3 system, and we have by happenstance been going
- 4 out and fixing problems as we get higher and
- 5 higher level of photovoltaics, in particular, and
- 6 now also PEV, the Electric Vehicles coming in,
- 7 but the photovoltaics are well down the road in
- 8 giving us the problems of high penetration that
- 9 have been talked about, as in the future for 20
- 10 years or more; they're real and they're happening
- 11 now.
- 12 Voltage is a particular problem. So
- 13 we've been going out and fixing the problems on
- 14 individual circuits to keep them up and
- 15 accommodative of more distributed generation. We
- 16 want to move toward an advanced circuit design
- 17 that incorporates features that make it easily
- 18 adaptive to a future type of circuit situation
- 19 with high penetrations of generation and electric
- 20 vehicles. For example, do you want to use the
- 21 distributed generation as a part of the solution
- 22 to some of the problems it creates, or bring in
- 23 other power electronic components to solve your
- 24 volt VAR problems, what mix of switch capacitor
- 25 banks or power electronic devices do you want to

- 1 use? Those are the kinds of things we're sorting
- 2 out in that project through some trials and some
- 3 simulation on what's called a Real Time Digital
- 4 Simulator. And some of the pilots may be done in
- 5 a laboratory environment, and some of them out in
- 6 actual circuits. And the primary and secondary
- 7 principles met are increased reliability,
- 8 improved performance -- and that includes lower
- 9 operating losses, electrical losses, increased
- 10 safety, and efficient use of ratepayer money.
- 11 And then, because you're reducing your electrical
- 12 losses, you actually will need less imported
- 13 power that might come from an emission generation
- 14 system. And then finally, it will encourage
- 15 economic development because it will make our
- 16 system more friendly towards customers who want
- 17 to have things like generation and electric
- 18 vehicles.
- 19 Finally, the Grid Support Functions are
- 20 the second illustrative example; this is Grid
- 21 Support Functions of Distributed Energy
- 22 Resources. And here we are trying to get at the
- 23 value proposition, in other words, we're already
- 24 testing smart inverters, if you will, to see if
- 25 the necessary functionality to enable grid

- 1 support functions of DER is there. But in this
- 2 program we have here, we want to get at the value
- 3 proposition because, if you're going to have your
- 4 DER used for non-traditional things other than
- 5 being a kilowatt hour source, using it as a part
- 6 of your overall integrated volt VAR solution, or
- 7 as a monitoring node, or status information on
- 8 the system at the location of the generation, or
- 9 other uses that have been identified, and I have
- 10 kind of a laundry list at the first bullet there.
- 11 You have to really have the value proposition and
- 12 some of these things may work in specific
- 13 applications and specific circuit situations, and
- 14 some of them may not in other situations. So we
- 15 want to find out what the value is of these
- 16 different functionalities that we could use DER
- 17 for in different application situations. And it
- 18 may be there are some things that are not going
- 19 to pan out economically, so we don't want the
- 20 industry to be getting too far down the road on
- 21 large-scale deployments of four quadrant
- 22 inverters with the hope that they will solve your
- 23 volt VAR problems, and find out that the value
- 24 just isn't there, or that there's some
- 25 practicality issue like do inverters fail too

- 1 often for you to be able to depend on using DER
- 2 that way.
- 3 And now, in both of these projects, I
- 4 have the same bullet list at the bottom, you're
- 5 basically doing the same thing in terms of what
- 6 the primary and secondary principles are, and in
- 7 both of these projects, and if we are able to
- 8 move to a third project in that column, depending
- 9 on how the Submetering price settles, we have the
- 10 underlying goal of informing our Smart Grid
- 11 Deployment Program. And we had worked out a
- 12 fairly elaborate cross-benefit analysis for these
- 13 programs I'm describing with our Smart Grid
- 14 Deployment Team because the information coming
- 15 out of these R&D projects are intended to guide
- 16 their choices in the deployment programs.
- Okay, so that ends my presentation and I
- 18 am now going to move to speaking on behalf of all
- 19 the IOUs in kind of a wrap-up.
- The next steps ongoing through 2014 will
- 21 be the implementation of our Triennial Investment
- 22 Plan, including project-specific solicitations.
- 23 All of the IOUs have a common approach on their
- 24 procurement process and the structuring of the
- 25 projects to where we first get our ducks in order

- 1 internally and get the teams that are at the
- 2 utilities lined up, and they will then move
- 3 toward a procurement process. But the ultimate
- 4 work is done in some cases as a combination of
- 5 utility and outside vendors.
- 6 And second, we have the second Triennial
- 7 planning process beginning. I skipped one there,
- 8 the first Triennial report being due, as already
- 9 mentioned by Cem in his presentation, but then we
- 10 move into the second Triennial planning process
- 11 with a stakeholder workshop in March and that's
- 12 where we present the plan the way we did for the
- 13 first Triennial last -- in 2012, it was, we had
- 14 presented it in about September and gotten
- 15 reactions through a Webinar process. We're going
- 16 to repeat that for the second Triennial plan and
- 17 shooting for March, and then for a final
- 18 submission of the second Triennial plan in May.
- 19 And all of these dates are tentative, but that is
- 20 our working timeline at the moment.
- 21 And then we'll move to questions now, and
- 22 this is questions for all of the IOUs and, while
- 23 we're doing that, we thought we would leave this
- 24 contact information up for those who want to note
- 25 it.

- 1 MS. DOUGHMAN: Okay, so we have a
- 2 question from Boar Ur, and I'll give the name to
- 3 the Court Reporter. By the way, we will have a
- 4 transcript posted and this is being recorded, and
- 5 the recording will be posted on our webpage, as
- 6 well. So the question is: "Are all EPIC funds
- 7 already allocated to projects the utilities are
- 8 describing? In the projects they are mentioning,
- 9 are they open to vendors? Or were those already
- 10 selected?"
- 11 DR. GOODMAN: Yeah, I'll take a crack at
- 12 that, and then I -- oh, sure -- Frank Goodman,
- 13 San Diego Gas & Electric, and I'll start, but I
- 14 encourage the other IOUs to chime in. Our funds
- 15 are fully committed; in fact, because of what I
- 16 described there with the two columns and an
- 17 unexpected addition to the customer area on
- 18 Submetering, we've gotten more money and we're
- 19 having to eliminate or defer projects, as I said.
- 20 The way our programs work is we will be setting
- 21 up the internal team that a vendor would work
- 22 with, whether it's in a lab project or out in the
- 23 field in our system, but obviously the vendor, if
- 24 we're going to deploy their product, they need to
- 25 be working with our internal team to do that.

- 1 But it would lead, after we get the internal
- 2 stuff set up, to a competitive procurement where
- 3 we solicit a vendor for the needed equipment or
- 4 software, whichever it may be.
- 5 MR. HARALSON: This is Percy Haralson
- 6 with Southern California Edison. And again, our
- 7 14 projects that we have currently in the
- 8 portfolio are fully funded by the EPIC Program
- 9 and so all of those funds are accounted for. But
- 10 from the standpoint of whether there is a chance
- 11 for vendors to participate and things like that,
- 12 of course, as part of our RFP Program that I
- 13 talked about earlier we will be putting out RFPs
- 14 for participation in these projects with it, so
- 15 that's how they would be involved.
- MS. TAYMAZ: And this is Suna Taymaz for
- 17 PG&E. So we do have a list of approved projects
- 18 from the original plan. That being said, we
- 19 still are in the plan and analyze phase to look
- 20 at those costs, look at the scope. All projects,
- 21 whether they be on this list, modified, or
- 22 potentially even new projects would also go
- 23 through a similar competitive procurement
- 24 process. And so the best way to get in touch
- 25 about those would be the contact info listed on

- 1 the slide, as well as the eventual webpages we'll
- 2 be putting up.
- MS. DOUGHMAN: Okay, thank you. We have
- 4 another question. This is from Arthur O'Donnell.
- 5 "Could you please repeat the Decision number that
- 6 caused a diversion of San Diego Gas & Electric
- 7 EPIC funding to Electric Vehicles?"
- 8 DR. GOODMAN: This is Frank Goodman of
- 9 San Diego Gas & Electric. I don't have that
- 10 available right now. Perhaps that could be sent
- 11 out to you later. It's an OIR number. Ah, thank
- 12 you. D.13-11-002. D.13-11-002. So did that
- 13 answer the question? Thank you, Pam.
- 14 MS. DOUGHMAN: I see we have another
- 15 question coming. This question is from Daniel
- 16 Malarkey. "What advice would the IOUs have for a
- 17 vendor who thinks they have a product or service
- 18 that is relevant to a project that has been
- 19 described?
- 20 MS. TAYMAZ: This is Suna Taymaz from
- 21 Pacific Gas & Electric. Part of the EPIC Program
- 22 is to understand what's out there, understand the
- 23 market, what potential services are out there,
- 24 what tools and technologies vendors are
- 25 developing. So right now the best way really is

- 1 to get in touch via the contact information
- provided. I can speak for PG&E. We have a 2
- 3 procurement process. What we'd like to do is
- make sure we understand which vendors are 4
- 5 interested in EPIC projects, and so what we're
- 6 looking for first is to send the contact
- 7 information via the emails provided, so that we
- start to build that base of kind of vendors 8
- 9 interested in the EPIC space. Once you provide
- 10 us with your contact information, and perhaps
- 11 which specific project you're interested in, then
- 12 we can help connect you to those project teams.
- 13 MS. DOUGMAN: Okay, we're going to unmute
- 14 all the telephone lines. So if you do not have a
- 15 question, please mute your own line. If you do
- have a question, please state your name and your 16
- 17 affiliation.
- 18 Okay, can you state your name, please?
- 19 Okay, it sounds like we do not have any questions
- 20 at this time on the telephone lines, so we will
- 21 mute the lines. And we will proceed to the
- presentation on the Energy Commission's Triennial 22
- 23 Investment Plan. The speaker will be Erik
- 24 Stokes.
- 25 MR. STOKES: Thanks, Pam. My name is

- 1 Erik Stokes and I'll be presenting the Energy
- 2 Commission's portion of this Webinar. This first
- 3 slide here provides a visual of what we're trying
- 4 to help accomplish with the EPIC Program, and
- 5 it's really this transformation of the power grid
- 6 from a system in which power flows to customers
- 7 from a centralized fossil fuel power station to a
- 8 system that is cleaner, more decentralized, more
- 9 flexible, and less carbon intensive.
- 10 It's also a system where customers have
- 11 greater control and more choices over their
- 12 energy use, but it's also a system that's going
- 13 to be more complex and will require Smart
- 14 technologies to help manage this complexity in a
- 15 more optimal manner.
- The next slide outlines the process we
- 17 went through in the development and the adoption
- 18 of the Investment Plan started back in August of
- 19 2012 with Scoping Workshops both in Northern and
- 20 Southern California. A couple of the key
- 21 milestones during this process, one back in
- 22 October, was the CEC adoption of the proposed
- 23 Triennial Investment Plan and its submission to
- 24 the CPUC. And then the next key milestone, this
- 25 was about a month ago when the CPUC adopted a

- 1 decision essentially approving a slightly
- 2 modified version of the Energy Commission's
- 3 proposed Investment Plan, which brings us to now
- 4 where we're going to start implementing this
- 5 Investment Plan.
- 6 One of the over-arching frameworks for
- 7 the EPIC Program is this concept of an invasion
- 8 pipeline, which represents the different
- 9 development stages that new technologies go
- 10 through on their way from research to a
- 11 commercialized product. Within this pipeline,
- 12 there's a couple funding gaps or Valleys of
- 13 Death; and one of the objectives with the EPIC
- 14 Program is to try and help fill these funding
- 15 gaps and also provide the information and data to
- 16 help de-risk these new technologies to potential
- 17 investors and customers.
- 18 So the next slide here represents at a
- 19 high level our proposed budget for the Applied
- 20 Research and Development Area. One of the
- 21 State's policy goals is the loading order of
- 22 preferred resources, starting with Efficiency and
- 23 Demand Response, followed by Distributed
- 24 Generation and Renewables, and finally
- 25 Infrastructure Improvements and Clean Fossil Fuel

- 1 Generation. And as you can see from this table,
- 2 our budget here reflects the loading order.
- 3 In the Efficiency and Demand Response
- 4 space, we're targeting some of the major end-use
- 5 areas such as lighting, plug loads, and heating
- 6 and cooling. The State also has some pretty
- 7 ambitious policies for buildings including Zero
- 8 Net Energy Buildings, so in this area we'll be
- 9 looking for some of the new innovative approaches
- 10 and technologies that can help us achieve these
- 11 building goals in a cost-effective manner.
- 12 Under Clean Generation, we have two kind
- 13 of higher level topics, the first is how we help
- 14 advance distributed and community-scale
- 15 technology such as bioenergy and high penetration
- 16 PV communities. Under Utility-Scale Research,
- 17 we're looking at areas such as being able to
- 18 better forecast variable output from renewable
- 19 facilities such as wind and solar, looking at the
- 20 role thermal energy storage can play in
- 21 supporting higher penetrations of renewables onto
- 22 the Grid.
- 23 Under Smart Grid, as I mentioned earlier,
- 24 this kind of system that we're trying to achieve
- 25 is going to be much more complex, and so some of

- 1 the technologies here are helping to manage that
- 2 system in a more efficient and optimal manner.
- 3 Under the Smart grid enabling clean energy, we
- 4 have initiatives for advancing communication and
- 5 control systems, looking at ways to advance
- 6 innovative storage technologies, as well as
- 7 developing advance planning tools that can help
- 8 identify what types of resources the Grid will
- 9 need looking out into the future, as well as how
- 10 we can better utilize customer-side resources to
- 11 better support the Grid.
- We also have a new area in the Applied
- 13 R&D Area called "Innovative Clusters." This is
- 14 an area that probably needs some further
- 15 stakeholder outreach and it's something you can
- 16 expect in the future that we'll probably have a
- 17 workshop or some sort of request for comments to
- 18 get additional stakeholder input as we further
- 19 scope this initiative.
- The next slide shows our high level
- 21 budget for the Technology Demonstration and
- 22 Deployment Program area. In the Applied R&D
- 23 area, we're primarily focused on developing and
- 24 proving out new technologies. In this area, the
- 25 focus here is really on scaling up new

- 1 innovations and beginning to create market pull
- 2 for these new technologies. We have three broad
- 3 areas, high level areas under this category. The
- 4 first is demonstrating emerging efficiency and
- 5 demand response technologies for the building
- 6 sector, as well as the industrial, agriculture,
- 7 and water sector.
- 8 In the next section for Generation
- 9 Technologies, one of the requirements of the
- 10 Phase 2 Decision is that we provide a minimum of
- 11 \$27 million for Bioenergy Demonstration, so
- 12 that's reflected in this initiative. Also
- 13 reflected here is storage and other technologies
- 14 that can help support the integration of high
- 15 penetration renewables into the Grid.
- 16 Under the third area, Energy smart
- 17 community demonstrations, we have three topics,
- 18 the first is zero net energy buildings in
- 19 communities; the second topic is microgrids,
- 20 looking at how we can further deploy microgrids
- 21 in IOU territories, and the fourth is
- 22 demonstrating electric vehicle to grid
- 23 integration.
- 24 The third program area is the Market
- 25 Facilitation area. And initiatives in this area

- 1 are primarily focused on how do we address the
- 2 more non-technical barriers to increased
- 3 penetrations of new technologies into the
- 4 marketplace, such as making sure there's a
- 5 trained and adequate workforce and looking at
- 6 ways to help overcome regulatory hurdles,
- 7 especially those that may unnecessarily stall new
- 8 projects. Part of the initiatives in this area
- 9 will also provide new information and data that
- 10 can guide new investments and decision making
- 11 that helps maximize ratepayer benefits.
- 12 This next slide shows project eligibility
- 13 criteria for the three program areas. These
- 14 criteria aren't set in stone and could change,
- 15 depending on the specific solicitation. But for
- 16 the most part, they are pretty accurate for what
- 17 you can expect in the three respective program
- 18 areas.
- 19 A couple things to point out: in the area
- 20 of Matched Funding, the areas of Applied Research
- 21 and Development and Market Facilitation, matched
- 22 funding isn't a requirement, but proposals that
- 23 do provide matched funding will typically score
- 24 higher. In the Technology Demonstration and
- 25 Deployment, the solicitations will require that a

- 1 minimum of 20 percent match funds be required.
- 2 The next slide outlines kind of what's to
- 3 come for the Energy Commission's implementation
- 4 of the EPIC Program, starting in early 2014, the
- 5 Energy Commission would begin releasing Program
- 6 Opportunity Notices for select funding
- 7 initiatives in the Investment Plan.
- 8 Typically, a Program Opportunity Notice
- 9 would be posted on the website and it will also
- 10 be sent out to a number of available Listservs.
- 11 And we actually have -- this was just
- 12 posted today, this is a six months look ahead of
- 13 upcoming funding opportunity announcements, as
- 14 well as opportunities for feedback on future
- 15 Program Opportunity Notices. And this is
- 16 currently on the Energy Commission website. If
- 17 you go to Research and -- it's up there, and
- 18 we'll make sure we include that in the Powerpoint
- 19 that is posted later.
- 20 So as I mentioned, over the next six
- 21 months, we'll be releasing Program Opportunity
- 22 Notices for select funding initiatives. We'll
- 23 also be having opportunities to get more
- 24 stakeholder feedback for certain initiatives,
- 25 either through workshops or requests for

- 1 comments.
- 2 Also in 2014, the Energy Commission will
- 3 start developing the second Triennial Investment
- 4 Plan which is due to the CPUC in May 2014.
- 5 And for more information, here is the
- 6 website for the EPIC Program. This includes
- 7 upcoming workshops, funding opportunity
- 8 announcements, and how to get on Listservs.
- 9 MS. DOUGHMAN: Thank you. Okay, now we
- 10 will turn to Public Comments and Questions on the
- 11 Energy Commission's EPIC Investment Plan. So at
- 12 the beginning of your comment, state your name
- 13 and any organizational affiliation name. If we
- 14 cannot get to your comment within the allotted
- 15 time, please email or mail your comments to
- 16 Docket@energy.ca.gov and copy
- 17 Otto.Tang@energy.ca.gov. Indicate EPIC in the
- 18 subject line and include Docket No. 12-EPIC-01.
- 19 Also, you can mail comments to the California
- 20 Energy Commission, Docket Office, Mail Stop 4,
- 21 regarding Docket No. 12-EPIC-01, 1516 Ninth
- 22 Street, Sacramento, California 95814-5512.
- 23 Written comments should be submitted to the
- 24 Docket Unit by 5:00 p.m. on December 23rd.
- 25 So first let's go to comments on the

- 1 WebEx. Okay, it looks like we have a question
- 2 from Scott Engstrom. "Does PG&E still plan to
- 3 sponsor a project for subtractive and additive
- 4 building?"
- 5 MS. TAYMAZ: This is Suna from PG&E. We
- 6 had an original plan filed a year ago. Since
- 7 then, we have removed some projects, which was in
- 8 our latest filing this year, due to we could not
- 9 see the benefits or, after further evaluation,
- 10 they were duplicative, or other items. So the
- 11 list of projects that we have are those that were
- 12 represented on the slide. That being said, if
- 13 there is something that was missed, or a
- 14 particular project that you either saw there or
- 15 didn't see there, please email the email link and
- 16 we can certainly get back to you.
- 17 MS. DOUGHMAN: Okay, thank you. We have
- 18 a question from Stephen Morrison. "If a
- 19 potential project is both Microgrid and Bioenergy
- 20 focused, what process resolves where an Applicant
- 21 ought to pitch the project?" This is for the
- 22 Energy Commission.
- MS. tENHOPE: This is Laurie tenHope with
- 24 the Energy Commission. It will be important to
- 25 look at the details in each posted solicitation.

- 1 So if you look at the Investment Plan, it will
- 2 provide some guidance in terms of how each
- 3 initiative is approached, but really the
- 4 solicitation is where we outline what type of
- 5 projects we're looking for. It's possible an
- 6 application, you know, a proposal could fit in
- 7 more than one.
- 8 MR. TANG: Okay, so we have another
- 9 question from WebEx. This one comes from Elissa
- 10 Brown from Sierra Nevada Conservancy. Elissa's
- 11 question is: "Can you give more information about
- 12 this new category of upcoming funding,
- 13 demonstrating bioenergy solutions that support
- 14 California's industries, the environment, and the
- 15 Grid?"
- MR. STOKES: Yes. I think the best place
- 17 to look for more information on that is going to
- 18 be in the Investment Plan, and I believe it is
- 19 S13.1 in the Investment Plan.
- 20 MR. TANG: Okay, the next question is
- 21 from Shawn Garvey: "Do I understand correctly
- 22 that in 2014 the funding of entire first phase is
- 23 available, but in future Triennials will be
- 24 released on an annualized basis?"
- MS. tENHOPE: This is Laurie from the

- Energy Commission. And I'm not sure I understood 1
- 2 the question, but I think it's in terms of how
- 3 funding will be released in the first versus the
- second plan. The funding that you saw -- funding 4
- is collected on an annual basis, and it was 5
- collected in 2012, 2013, and 2014. Because we're 6
- 7 starting the program basically in January of
- 2014, funds have accumulated and we will be doing 8
- 9 more of an accelerated release -- well,
- 10 "accelerate is probably not the right word --
- "accumulated release" in 2014. You know, I would 11
- 12 expect in the second Investment Plan, it would be
- more aligned with, you know, slightly delayed 13
- 14 from the collection to implementation. But that
- schedule will be solidified as we develop and 15
- implement the second Investment Plan. If any of 16
- 17 the other Administrators want to add or does that
- 18 seem consistent with everybody's thinking?
- 19 MR. JAWED: Yeah, this is Ferhaan from
- 20 The only think I would add is that there PG&E.
- 21 is that capability of extending use of funds from
- 22 beyond the first Triennial period. So to the
- 23 extent that the delay in the regulatory process
- 24 resulted in delayed projects going beyond 2014,
- 25 there is that capability to spend first Triennial

- 1 period funds later on. Do you have anything to
- 2 add?
- 3 DR. GOODMAN: Yeah. Frank Goodman, San
- 4 Diego Gas & Electric. In addition to the
- 5 comments already made, I would add that in the
- 6 case of some of the programs, and in the case of
- 7 San Diego Gas & Electric, it was all of our first
- 8 Triennial Programs, our multi-year projects, and
- 9 so you won't have annual release of funds, you
- 10 would have procurements to pick vendors or
- 11 contractors to do the entire project, which might
- 12 span the whole three-year execution period for
- 13 that Triennial Plan.
- 14 MR. TANG: The next question is from
- 15 Robit Salve: "Are environmental impacts of
- 16 renewable energy not considered by the Energy
- 17 Commission?"
- 18 MR. STOKES: Yes, they are. They will be
- 19 in the strategic objective as five of the Applied
- 20 R&D Area.
- 21 MR. TANG: The next question comes from
- 22 Jeff Presley: "What is the deadline for new
- 23 proposals?"
- MS. tENHOPE: This is Laurie tenHope.
- 25 For the Energy Commission, each of the

- 1 solicitations will list when proposals are due,
- 2 and so that will vary across the year because
- 3 they will be released across the year and then
- 4 the due dates will be specified. If people are
- 5 interested in being able to provide input for
- 6 future Investment Plans, that process will begin
- 7 in the spring of 2014 with an anticipated
- 8 workshop in March of 2014, and the Final Plan is
- 9 due May 2014. So if you're interested in kind of
- 10 shaping direction, you want to participate in the
- 11 second Investment Plan; if you want to submit a
- 12 proposal, watch for solicitations.
- 13 MS. DOUGHMAN: And I just wanted to add
- 14 that we encourage you to join the email Listserv
- 15 that is located at
- 16 www.energy.ca.gov/research/EPIC. We will be
- 17 distributing information to this Listserv and so
- 18 it's very important that you sign up to receive
- 19 messages from the EPIC Listserv.
- 20 MR. TANG: So the next question comes
- 21 from Chris Meyers: "Has the CEC consulted with
- 22 the State Treasurer to establish terms to be
- 23 imposed as a condition to receive funding, or the
- 24 State to accrue any intellectual property
- 25 interest or royalties pursuant to Public Resource

- 1 Code 25711.5?"
- MS. tENHOPE: Yes, we have. But the
- 3 person who has done that follow-up is not
- 4 available on the Webinar, so that is one of our
- 5 requirements as part of SB 96 and we have begun
- 6 those conversations.
- 7 MR. TANG: The next question comes from
- 8 Brian: "Will there be clauses in the RFP that
- 9 prohibit for profit entities from profiting from
- 10 EPIC funds?"
- 11 MS. tENHOPE: There are different
- 12 requirements in a contract versus a grant, and so
- 13 if the Energy Commission is releasing Program
- 14 Opportunity Notices for grants, profit is not
- 15 allowed; if we're releasing an RFP for contract
- 16 services, it is, so you'll need to pay attention
- 17 to the solicitation type and what's allowed.
- 18 MR. TANG: The next question comes from
- 19 Daniel Malarkey: "Where does one locate on the
- 20 full webpage the fully approved EPIC Investment
- 21 Plans for the Utilities?"
- MS. DOUGHMAN: For each utility, I think
- 23 -- go ahead, Suna.
- MS. TAYMAZ: I was going to say I believe
- 25 they're on the CPUC site right now, I don't have

- 1 the exact link, it's probably in Cem's
- 2 presentation here. We will also -- CEC, I
- 3 believe you may have yours on your website?
- 4 MS. tENHOPE: Ours is on our website, but
- 5 I don't believe yours are on our website.
- 6 MS. TAYMAZ: And then the IOUs, as Cem
- 7 mentioned, are working to set up a website with
- 8 this information, as well.
- 9 MR. TURHAL: If I can chime in, as soon
- 10 as the CPUC has their website up, this will all
- 11 be included in our website, as well as links to
- 12 all the utilities, as well as the CPUC's website.
- 13 MS. DOUGHMAN: And I want to add that, at
- 14 the Energy Commission's EPIC webpage, there is a
- 15 link to the most recent EPIC proceeding,
- 16 A1211001, as consolidated. And if you go to that
- 17 link, then you can find all the documents from
- 18 the proceeding, I believe the IOU Investment
- 19 Plans are posted here. But as Cem said, the CPUC
- 20 is also preparing an EPIC webpage, and the IOUs
- 21 will be preparing EPIC webpages, as well, going
- 22 forward.
- MR. TANG: The last question that we have
- 24 comes from Cathy Higgins: "Why was technology
- 25 defined as not yet commercial versus the previous

- 1 California ET definition that included under
- 2 adopted, thus commercially available, but not
- 3 new, or not yet being widely used?"
- 4 MS. DOUGHMAN: This is Pam Doughman. So
- 5 for bioenergy there are things that are not
- 6 widely used in California; for example, some air
- 7 pollution control technologies that the EPIC Plan
- 8 indicates may be eligible under S13.1. But in
- 9 general, it's part of the Energy Innovation
- 10 Pipeline in the technology demonstration and
- 11 deployment area, so the focus is on providing
- 12 demonstrations and providing data that can help
- 13 emerging technologies to become more broadly
- 14 utilized in California.
- MR. TANG: The next question comes from
- 16 Brian: "Regarding the table of upcoming funding
- 17 opportunities, will some or all of those funding
- 18 opportunities limit profit?"
- 19 MS. tENHOPE: I can't answer that at this
- 20 point.
- 21 MS. DOUGHMAN: Okay, so we have no more
- 22 questions on the WebEx. Now, what I'd like to
- 23 do, we're going to open the lines again, but just
- 24 before we do, I want to encourage everyone to
- 25 mute your own telephone line unless you are

- 1 planning to provide a comment. If you would like
- 2 to provide a comment, then state your name,
- 3 organizational affiliation, and then proceed with
- 4 your comment. Okay, we're going to open the
- 5 lines.
- 6 It sounds like there are no questions
- 7 over the telephone. Okay, so there are a few
- 8 people here today. Is there anyone in the room
- 9 that has a question? So if you have additional
- 10 questions that you would like to raise later, as
- 11 indicated on this slide you can send them by
- 12 email to Docket@energy.ca.gov and cc
- 13 Otto.Tang@energy.ca.gov. Please submit written
- 14 comments to the Docket Unit by 5:00 p.m. on
- 15 December 23rd of this year. Laurie, did you want
- 16 to have any closing comments?
- 17 MS. tENHOPE: I just want to thank people
- 18 for their participation online and for the fellow
- 19 Administrators who are here in the room. I think
- 20 all of us are really excited to be at this point
- 21 now where we can launch the program and excited
- 22 to be starting the work and to work together on
- 23 these transformational research. Do any of my
- 24 fellow Administrators want to make any closing
- 25 comments? Hearing none.

1		MS. I	DOUGHMAN:	0]	αy,	we'll	adjourn	for
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